

VZCZCXRO7585
PP RUEHBC RUEHDA RUEHDE RUEHIHL RUEHKUK RUEHMOS
DE RUEHKU #1012 0810740
ZNR UUUUU ZZH
P 220740Z MAR 06
FM AMEMBASSY KUWAIT
TO RUEHC/SECSTATE WASHDC PRIORITY 3633
INFO RUCNRAQ/IRAQ COLLECTIVE PRIORITY

UNCLAS KUWAIT 001012

SIPDIS

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E.O. 12958: N/A

TAGS: [EAID](#) [PREL](#) [IZ](#) [KU](#)

SUBJECT: KUWAIT RESPONSE: U.S. IRAQ SUPPLEMENTAL AND BUDGET
REQUEST INFORMATION

REF: A. SECSTATE 44648

- [B](#). KUWAIT 678
- [C](#). KUWAIT 399
- [D](#). KUWAIT 167
- [E](#). 05KUWAIT 5063
- [F](#). 05KUWAIT 4905
- [G](#). 05KUWAIT 4338

[1](#). The following details of Kuwaiti aid to Iraq were outlined by Marwan Al-Ghanem, Regional Manager for Arab Countries at the Kuwait Fund for Arab Economic Development (KFAED), in a February meeting with EconOfficer (Ref C). We are not aware of any changes since that time.

GOK assistance to Iraq (all funds to be administered by KFAED):

\$440M in concessionary loans to be allocated as follows (no funds disbursed):
--\$200M for power station in northern Iraq (total project cost estimated at \$850M) to be disbursed in two \$100M tranches over two GOK fiscal years (no start date)
--\$100M for schools (no locations specified)
--\$100M for water sewage/desalination projects (no locations specified)
--\$40M for rehabilitation of railroad system

\$120M in grants for health/education to be allocated as follows (no funds disbursed):
--\$30M for schools in the south (consultants hired and feasibility report expected in March)
--\$30M for four medical storage facilities and one mobile surgical facility
--\$36M for water/sewage projects in Sadr city
--\$24M for schools in northern and middle provinces, including Baghdad

[2](#). For additional reporting on Kuwait's assistance for Iraq's reconstruction, please see Refs B-H.

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For more reporting from Embassy Kuwait, visit:
<http://www.state.sgov.gov/p/nea/kuwait/?cable s>

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